



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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June 6, 2000

Michael A. Schott
Geokinetics, Incorporated
8401 Westheimer Road, Suite 150
Houston, Texas 77063

Re: Mine Status, Geokinetics, Inc., Seep Ridge Mine, M/047/002, Uintah County, Utah

Dear Mr. Schott:

Thank you for your telephone call of June 5, 2000, regarding the Seep Ridge Mine. At your instruction, we have changed our records to list you as the new contact for this operation. Our former contact was Michael Hale. You inquired as to what reclamation remained in order to close out this file. In checking our files, we noted that the last annual report regarding the status of this site was received in 1998. That report stated reclamation of 13.27 acres was remaining, which included P&A monitoring wells, regrading areas, and ripping access roads. We did not receive a 1999 annual report to indicate if this reclamation work had yet been accomplished. Enclosed is a blank annual report form and a copy of the 1998 annual report. Please complete the report for 1999 and return it to this office at your earliest convenience.

The permit fee for the 1999-2000 fiscal year was received on January 10, 2000. Another permit fee billing statement will be sent in the near future for the 2000-2001 fiscal year which will be due the last Friday in July.

The Division is currently holding a reclamation surety in the form of a Certificate of Deposit (#050-00287-975) issued by Frost National Bank for this site on State managed lands. The surety was last revised in 1996 to reflect reclamation that had been completed by that date. The surety is due for a detailed five year review in the year 2001 to bring the surety up to current dollars and then escalate it five years into the future to year 2006 dollars.

Our records indicate that the site has not yet been fully reclaimed. Please keep us apprised of the status of this site by completing the annual report form. Thank you for your cooperation. If you have any questions regarding this letter please contact me at (801) 538-5267.

Sincerely,

Anthony A. Gallegos
Senior Reclamation Specialist

jb
Enclosure: 1998 annual report & blank report form
cc: John Blake, SITLA (ML 24276)
m47-02-ltr